

AGENDA



Thursday, January 10, 2008

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**
Item No. 40

Subject: Authorize award and execution of a 24-month requirements supply contract with MUNICIPAL WATER WORKS SUPPLY, L.P., Royce City, TX for the supply of Schedule 40 PVC, brass, and iron fittings for the Austin Water Utility in an estimated amount not to exceed \$107,724, with two 12-month extension options in an estimated amount not to exceed \$53,862 per extension option, for a total estimated contract amount not to exceed \$215,448.

Amount and Source of Funding: Funding in the amount of \$40,397 is available in the Fiscal Year 2007 – 2008 Operating Budget of the Austin Water Utility. Funding for the remaining 15 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Steve Aden, Supervising Sr. Buyer, 974-2021.

Purchasing Language: Lowest bid of three bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

Boards and Commission Action: Recommended by the Water and Wastewater Commission.

This contract will provide for the supply of various sized Schedule 40 PVC, brass, and iron fittings for the Austin Water Utility. The line maintenance, construction, and field services divisions use these fittings in water services installation and repair. These parts are necessary to make various types of connections between water service lines.

MBE/WBE solicited: 1/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Seventeen notices were issued, including one MBE. There are no known WBEs available for these commodities. Three bids were received, with no response from the MBE.
- c. The pricing offered represents a 19% increase to the last contract award in February 2006. This increase can be attributed to the increase in the cost for brass, iron, and transportation.

APPROVAL JUSTIFICATION

- a. Lowest bid received..
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- c. Advertised in the Austin American-Statesman and the Internet.